(iii) All field formations of customs have been alerted to step up intelligence and maintain greater vigil at all levels to prevent recurrence of such frauds.

**MICRO Credit Lendings in Rural Areas**

2221. SHRI K. KALAVENKATA RAO: Will the Minister of FINANCE be pleased to state the measures taken to give impetus to banks for micro creditlending in rural areas for the benefit at the grass rool level?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (BANKING, REVENUE AND INSURANCE) (SHRI KADAMBUR M.R. JANANR-THANAN): National Bank for agriculture and Rural Development (NABARD) had launched a programme in 1992-93, on the pilot basis, of bringing the rural poor within the fold of institutional finance through the intermediation of Self-Help Groups (SHGs) at the village level promoted and supported by Non-Government Organisatons (NGOs). NABARD has chalked out a strategey to promote micro finance for the next 10 years. The essentiall components of this strategy include, *inter-alia,* creation of a new Micro Credit Innovations Department at head office and cells at Regional offices, classifying the states as per current progress for intensification of efforts, finalisation of state spesific short term and medium term strategies, organising of crash training programmes for staff etc., developing one or two resource NGOs in different states to help induct new NGO partners, identifying potential districts in each state for intensive efforts, encouraging more regional rural banks to act as Self Help Promoting Institutions (SHPIs), dovetailing other similar programmes being undertaken in the states with the support of international/ national agenices, etc.

**Customs Duty on Import of Alcoholic Beverage**

2222. SHRIMATI JAYAPRADA NAHATA:
SHRI AMAR SINGH:

Will the Minister of FINANCE be pleased to state:

(a) whether Government have received any demand from the domestic distillery Industry not to reduce the custom duty on the import of alcoholic beverage from the current rate of 245 per cent; and

(b) if so, what is the Government's reaction in regard thereto?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (BANKING, REVENUE AND INSURANCE) (SHRI KADAMBUR M.R. JANANR-THANAN): (a) and (b) Yes Sir. As part the Budget proposals for 1999-2000, customs duty on alcoholic beverages has been reduced from 245% to 230% *ad valorem*. Reduction in duty was necessary in pursuance of our commitment under the WTO.

**Recovering Loans from farmers of Andhra Pradesh**

2223. SHRI YERRA NARAYANA-SWAMY: Will the Minister of FINANCE be pleased to state:

(a) whether instructions have been issued not to recover the principal and interest on loans taken by farmers of Andhra Pradesh because of pest attack on the commercial crops besides cyclone and floods;

(b) is fo, the details thereof; and

(c) the action taken or proposed to be taken against banks in Andhra pradesh who are violating the RBI guidelines in this regard?